App. F. IX—4

Previous References. P 47 E (1954:55 FIB.

Later References.

File No. 71-54

Serial Nos. 1, 2, 3, 4 5, 6, 7

MYSORE GOVERNMENT SECRETARIAT

Serial Nos. 7

Part B for Oct 1955.

SUBJECT

Opening a Current account in the Name of the Mysore Board Office, in the Name of Office Asst. Engr.

WD 0249—GPB—25,000—16-9-55

L 8477-79 11.10 55.

The Chairman, M.C.B.
" C.S.A.)
" AG.

(V) 3954/rd
4945

Serial No.

Letter No A 4. C. 303/54-55 & 26-8-54 from the chairman, Sy/Bus Trust Board regarding opening a current account in the name of the T.B. in the Bank of Mysore.

(1) submitted for perusal. The remarks of the A.G. may perhaps be obtained in the first instance. A draft letter is put up for consideration.

2) Issue

4/9 8/9

BG

To

The A.G.

L 7132 & 18-9-54

calls for his opinion.

14/10 Letter No. 696/D.H.3. dt 12/10/54 from the A.G. furnishing a reply.

3) In the light of the remarks of the A.G in para 6 of his letter dt 12-10-54 (Page 3) the controller, S.A.D. may be consulted in the first instance. Memo is put up accordingly.

23/10. 27/10

4) 30/10

E.O No L. 204 dt 30-10-54

5) Forwarded to the controller, state accounts department for remarks and early return.

30/10.

Asst. secretary, Irg & Planning Deptt.

Note.—Contn. Sheet

2)

File No. of 195

Mysore Government Secretariat.

Serial No.

U.O. No. 498 /CSA. — Dated: 12-11-54.
15

16 NOV 1954
5719
S.O. Office

6) I agree with the dissenting opinion expressed by the Accountant General, Mysore, Bangalore, in the matter. The Trust Board, Mysore, may be instructed to follow rigidly the procedure now in force ~~x~~, that is, the procedure laid down in Articles 378(2) and 381 of Mysore Financial Code--Volume I.

H. Rama Raj Urs
(H. Rama Raj Urs)
CONTROLLER,
State Accounts Department,
Bangalore
16/11/54.

The Secretary)
to Government,)
L.S.G. & Planning)
Departments.)

Remember No. A 4 C 303/54-5 dt 26-8-54 from the Chairman, M T B.

7) The controller, has not furnished definite opinion on the remarks of the A.G. (noted in para 6 of the A.G's letter dt 12-10-54 — page 3). It appears that he is not in favour of this suggestion. This perhaps requires clarification

8) In para 3 of his letter dt 12-10-54 (page 3)

A

WD 04861—GPB—60,000—22-1-54

Opening of account in the (3)
Bank of Mysore — Mysore Trust Board

Mysore Government Secretariat | File No. of 195 | [App. F. III 2

4945/5804.

Serial No.

the A.G observes that evidently the Chairman has not been following the rule prescribed in Art. 378 (2) of Mysore Financial Code — Vol I and getting this pass Book written up by the Treasury once a fortnight. The Controller also agrees and says that the Board may be instructed to follow the procedure laid down in Arts 378(2) and 381 of the Code — Vol I.

9) Art. 381 only governs the maintenance of accounts by the C.D.T.B, Mysore. But Art. 378(2) deals with the grant of permission to certain municipalities to lodge their funds in the Bank of Mysore and no procedure is laid down in this Art. It is not known why this Art. is quoted. This requires clarification.

B.

10) Before the question is considered further, this may perhaps again be referred to the Controller, C.A.D for opinion on the proposal at 'A' in the previous flags and for clarification regarding the point cited at 'B' above.

No. 24/11 C.D. 26/48 11) A letter may be drafted on the lines suggested by the A.G.

— Sd —

NOTE. Contn. 1

(4) Opening of Accounts in the Mysore Bank — by the Mysore Trust Board

5804

File No. of 195

Mysore Government Secretariat

Serial No.

12) A draft letter is submitted as per orders in para 11 overleaf. The opinion of the A.G. as contained in paras 2 to 5 of his letter dt 12-10-54 (page 3) are incorporated in the draft submitted, (as in para 6 thereof he recommends that the T.B may be allowed to open accounts in the Mysore Bank ~~subject to the~~ to the extent specified) for orders.

This suggestion was made for the consideration of Govt.

Mca 18/12 V.D. 21/12

13) The draft letter incorporating the opinion of the A.G. is for kind appl. There is no need to open a seperate a/c in the Mysore Bank.

Secy (Edn)

21/12

14) Done

21/12/54

Draft

ML (Fr)

To

The Ch. M.T.B.

R 12340/M.T.B. 70-54-2 dt 4-1-55

Copy to 1) A.G.

2) C.S.A.D.

R 12341-2 dt 4-1-55.

Draft

WD 67674—GPB—80,000—5-10-54

Mysore Government Secretariat

5804 ✓ 7604. File No. ✓ 7680

Proposal of the Dy Sec Trust Board to open a current account in the Bank of Mysore. [App. F. III 2 (51)

Serial No.

Letter No. A 4 C 303/54 & 13-1-55 from the chairman, T.T.D. And the letter & 13-1-55 from the same officer

15) The chairman has reiterated the proposal. This question was also discussed by the chairman with the secy, Education Deptt. on 5-1-55 when he was here. In this connection his reference is invited to the suggestion of the A.G. at 'A' in para 6 of his letter & 12-10-54 (Page 4) on the light of this suggestion, the Controller S.A.D. may be consulted unofficially as to the minimum that may be fixed to be kept as balance in the Dist. Treasury.

A

Mr. 23/1

16) The chairman has requested Govt to permit him to have the letter credit up to one lakh of rupees in the Mysore Bank. This may be agreed to.

Secy Education Dept

13/2

17) Contributory Stores Accounts may be entrusted to Mr. Jayaram A.

Dept/55

Govt

G.O. No. L 291 S-4-3-55.

18) Forwarded to the controller, State Accounts Deptt for [illegible] on the point referred to at 'A' above.

Asst secretary, Education Dept

NOTE.--Contn. sheet

1468
15 FEB 55
MENT OF MYSORE

CONTROLLER
5 Mar 1955
Rs 0 14 5

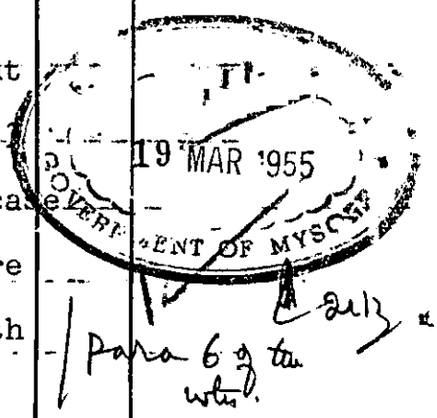
(6)

File No. of 195 | Mysore Government Secretariat

U.O.NO. 819 /CSA. Dt. 18TH MARCH, 1955. | Serial No.

Returned with the following remarks:-

1-9) The opinion already furnished by the Accountant General, Mysore, Bangalore, in his letter No.696/BH. dated 12-10-1954, has taken all the aspects of the case into consideration. The same opinion was, therefore reiterated in my un.official No.498/CSA dated 12/15th November 1954.



/ Para 6 of the note.

20) The accounts of the local bodies mentioned in Article 378(2) of the Mysore Financial Code Volume I are subject to local audit ~~xxixi~~ periodically (at the spot) But, the monthly accounts, comprising the transactions of the City Improvement Trust Board, Mysore, are subject to continuous central audit ~~on~~ this office, in the same manner in which, generally, the monthly accounts of an Executive Engineer of a Public Works Division are subject to central audit by the Accountant General. For these reasons the analogy of some of the Municipalities mentioned in Article 378(2) of Mysore Financial Code, VolumeI which have been permitted to have a second drawing account with the local banks, does not hold good in the case of the City Improvement Trust Board, Mysore. The proposal regarding the grant of a letter of credit for a sum of Rs.1,00,000/- in favour of the Chairman, has been specifically objected to by the Accountant General vide the last paragraph of his letter dated 12-10-1954 above referred to.

21) In the case of the City Improvement Trust Board, Bangalore, although the volume of transactions of this Board is larger than that of the Mysore City Improvement

WD 07074—GPB—80,000—5-10-54

(7)

Trust Board, no permission has been accorded for opening a current account with any Bank.

22) The loss of Rs.1800/- to the Trust Board adverted to in the Chairman's letter dated 13-1-1955, was occasioned ~~only on~~ account of negligence and disregard of rules on the part of the treasury staff and not on account of any defect in the rules or the accounting procedure as in force at present.

23) In these circumstances, there is no point for revising the opinion already furnished by this office agreeing with the views of the Accountant General, Mysore, Bangalore.

H. Rama Raj Urs

(H. RAMA RAJ URS)
CONTROLLER
State Accounts Department
Bangalore

To

The Secretary to Government,
Education and Local Self Government
Departments, Bangalore.

Vide para 17 of the notes

24) The Controller, S.A.D. was requested to suggest the minimum that may be fixed to be kept as balance in the Treasury by the Mysore Trust Board in order to allow the Board to open current account in the Bank of Mysore. But he has not given any definite opinion on this point. Instead, he has again objected to the proposal of the Board to open current account, though the A.G. has agreed to allow the Board to have a current account at the Bank subject to its keeping

* ~~Vide~~ Vide page 4 (portion marked 'A').

7680 — Opening of Accounts in the Mysore Bank — by the Mysore Trust Boards

(8) a minimum balance in the main current account at the District Treasury; he however opines that the chairman of the Board should confine himself to the balance at his credit in the current account at the bank and not to insist upon any letters of credit being issued to facilitate withdrawals. The A.G's suggestion may perhaps be accepted and the Mysore Trust Boards permitted to have a current account in the Bank of Mysore to the extent of Rs 1,00,000. The controller, S.A.D. may be requested to fix the minimum that has to be maintained in the dist Treasury. } A

Portion marked 'A' - page 4

For orders with reference to para 17 of the notes. (The Finl. Secy may also perhaps be consulted)

Mr 2/4 5/4 25/ For orders whether the Controller may be requested to furnish his opinion on the point noted at 'A'

11/4

Secy (Rev Dept)

609

12.4/55

2b/

13/4

27) A draft letter is putup to get this information.

Mr 18/4 20/4 To,

28) Issue

The Controller, S.A.D. Bangalore

L. 1122/ Dated 25.4.55

Sir A/c calls for the definite opinion on the fixation of the minimum that has to be maintained in the dist treasury

7680 ~~7955~~/951 J 2078 J 2982

Opening of a Current a/c in the name of the Mysore Urban Board, Mysore in the Bank of Mysore Ltd

Letter No. 84/C.S.A. dated 8/5.5.55 from the Controller S.A.D. Blore -

29) Remarks of the Asst Secy "Certain whether the Bank will Lend"

Submitted :- The letter to the Chief Manager Mysore Bank is put up for kind approval

L 31/5 Mrs 5/6

30) Issued

Sd/6

Issued to the General Manager, Bk of Mysore Ltd Blore (Copy to the Chairman UTB Mysore) for a report.

L. 2987-81/ UTB 71-54-5/ 18.6.55

A/R 24/6

Letter No. DoBy C 303/54-55 dated 17.6.55 from the Chairman City UTB Mysore requesting for early orders -

Letter No. UNS 7317 dated 22-6-55 from the Manager The Bank of Mysore Ltd. intimating that they are agreeable to send daily statements.

31) Submitted :- The Manager, the Bank of Mysore Ltd, Blore ~~has intimated~~ intimated that they (the Bank of Mysore) are agreeable to open a current account with their Mysore Branch in the name of the City UTB Mysore and forward daily statements to the Controller S.A.D. Blore - (Ref is invited to the Controller's letter dated 5.5.55 page 23 Para F)

for orders

L 25/6

32) The Chairman, Mysore Trust

951 LD
2078
2082

opening of a Current A/c in the name of the City I.T.B Mysore in the Bank of Mysore Ltd, Mysore Branch

Board may be consulted in the first instance as to the extent to which the Board would like to deposit amount in the Bank of Mysore in current accounts if approved, a D.O. letter will be issued and particulars called for. This will facilitate issue of orders on all the points. Ref para 29 | A

Mys 27/6.

33) Suggestion at "A" will only delay matters. As requested by the Chairman, 'Letter of credit' to the extent of Rs 1 Lakh may be ordered to be opened in the Bank of Mysore

111)

Secy (Dev)

34) For kind orders.

D.S. 14.7.55

H. Dy) Dy(81)

Sri N.S.B

20 JUL 1955

U.O. No. 405 Fl.

35) The funds of the City Improvement Trust Board, Mysore generally comprise of the Grant and Loan granted by the Government and the amount realised by the sale of sites etc. The balance at the credit of the fund form part of the Government balance

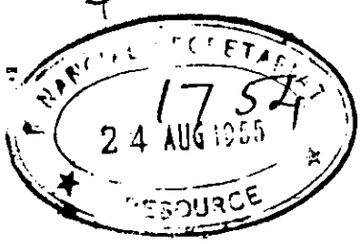
D.H. myst

EDUCATION DEPARTMENT 5411 13 JUL 955 GOVERNMENT OF MYSORE.

Opening of a current Account in the name of the Grow Improvement Trust Board in the Bank of Mysore. Copy of

951/55-78/2082

71.



and the transactions of the fund appear in the Government Account as deposits from Local Bodies. Under the Agreement entered into with the Reserve Bank of India on their appointment as State Bankers, Government cannot permit its funds being placed in anyother Bank other than the Reserve Bank of India or their Agent except under the specific approval of the Reserve Bank of India: At Mysore, the Bank of Mysore are functioning as Agents of the Reserve Bank of India. The Trust Board can, therefore, lodge their funds in the Bank in Government Account and follow the procedure laid down in Article 381 of M.F.C. Vol.I as stated by the Accountant General in his letter dated the 12th October 1954. It is, therefore, not desirable to permit the Trust Board to keep a portion of its balance in the current account of the Mysore Bank. In this connection, it is also added that the funds of certain Municipalities being continued in Banks is under examination and a decision in this behalf - will also be taken in due course.

4575/55

Vide linked file

24/8

OKD 24/8

36) The procedure indicated at A above may be followed.

Secy E & SG - 30/8

38) Chairman to perusal & Submission

1/9

Not received yesterday

3/9/55

39) Dft letter to the Chairman advising Mysore is put up for kind approval in terms of the note of the Fin Secy

3/9/55 No. 40) 39) Put up in the form now

37)

30.8.55

17 ✓ Opening of accounts in the Mysore Bank
95½/2083 2082 ME. — by the Mysore Trust Board

---

41) Draft Govt is submitted for kind approval
42) 8/9

8/9/55
Mys 8/9

Secy (Rev & Dev)

thro'

Asst Finance
Budget

43). Revised draft put up herein

Asst Secy
Minister 16/9

17/9

Subject:- for orders whether the draft proposal
44) may be issued

17/9/55
Mys 17/9

for appl 45) 17/9

Secy (Rev & Dev)

9684

46) For perusal

23-9-55

H. Secy

47)

26/9/55

Secy

27.9.55

27/9

FI.

24 SEP 1955

U. O. No. 7500

9940
27 SEP 55

957 / 2078 / 2082

opening of a/c in mc. Mysore Bank B
by the Mysore Dress Board

Sub matter :- 48) The dft. form up has not been approved.
for favour of kind approval

R2879/55
Mys 8/9

49) For perusal before issue
The Hon Minister has seen the file

Secy (Edn & Hsg)

50) For perusal

(Minister H&C)

51)

6/10/55

52) for orders whether the approved dft may be issued

R 7/10/55

53) Issued to the chairman Dress Mysore
" Contractor Dress Bhavi
" DG Mysore & Cane
" Resource Cum Budget Board

Issuing instructions in the matter

L 8477-79/955 71-52-78 11 6

'B'
R 3/10
Mys.

EDUCATION LIBRARY
3 OCT 1955
GOVERNMENT OF MYSORE.

OFFICE OF THE MINISTER FOR PUBLIC HEALTH & LOCAL-SELF GOVERNMENT.
5 - OCT 955
No. 1650

No.

(1)

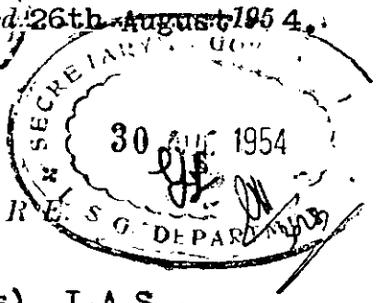
No. A4-C 303/54-55

Encl.

OFFICE OF THE CHAIRMAN,
CITY IMPROVEMENT TRUST BOARD,
POST BOX NO. 55, MYSORE.

3954

Dated 26th August 1954.



FROM

SRI S. LINGANNA,
Chairman, City Improvement Trust Board,
MYSORE.

To

Sri G. Venkatakrishna Rao, B.Sc., (Hons), I.A.S.,
Secretary to the Government of Mysore.
Local Self-Government & Planning Departments,
BANGALORE.

SIR MA 398

SIR,

GB II 54-1

Subject : Opening a current account in the name of the Trust Board, Mysore, in the Bank of Mysore Ltd., MYSORE.

I write to state that consequent on the transfer of many items of work in the District Treasury, Mysore, to the Bank of Mysore, Ltd., on behalf of the Reserve Bank of India, the transactions --relating to the Trust Board in the Treasury have to contact both the Treasury and the Bank both for credits and withdrawals. This kind of double procedure has caused considerable difficulty especially to the contractors in encashing the cheques issued by this office, as they have at first to pass through the District Treasury and then paid in the Bank of Mysore. Further in respect of cheques received by this office from parties as well, the intimation from the Bank regarding their realisations will not be directly received as the Trust Board has no direct accounts with the Bank. Intimations will only be received once a month sent from the District Treasury by means of the schedules of receipts and payments. This system has thus caused considerable difficulty in verification of realisations of the cheques and the consequent delay in settling further transactions.

In order to alleviate the above difficulties and also to facilitate the transactions of the Banrd to a considerable extent, I wish to offer the following suggestions viz., (1) to open a current account in the Bank of Mysore, in the name of the Trust Board, Mysore, so that all the cheques that are received by the Board may be directly forwarded to the Bank for realisation

P.T.O.

as per existing procedure and weekly statements of realisations of cheques obtained as and when required. The extra amount that may not be required by the Board may be transferred to the District Treasury from the Bank where the main account of the Trust Board is maintained.

Secondly, for facilitating payments by the Trust Board, a "LETTER OF CREDIT" to the tune of Rs.1,00,000/- (Rs.One lakh only) may be opened in the Bank of Mysore and the Bank requested to honour the cheques drawn by the Board upto that limit and as and when necessary and if further amount is required, further letters of credit may be given to the Bank.

Copies of this letter have been forwarded to the Accountant-General, Mysore, Bangalore, and also to the Controller, State Accounts Department, Bangalore. I request you therefore kindly to obtain sanction of Government for the above proposals in the best interests and expeditious work of this office.

Yours faithfully,

S.Linganna 26/5

(S.Linganna)
Chairman.

DVS

(2)

Subject :- opening a current account in the name of the C.P.T.S, Mysore in the Bank of Mysore, ~~Mysore~~ Mysore.

L.7132. 18-9-54.

To,

The A.G.

Sir,

I am directed to send herewith a copy of letter No. A4-c. 303/54-55 dt 26-8-54 received from the Chairman C.P.T.S, Mysore, on the above subject and to request you kindly to furnish your remarks on the proposal made in the said letter.

By order,

Asstt Secy

(3)

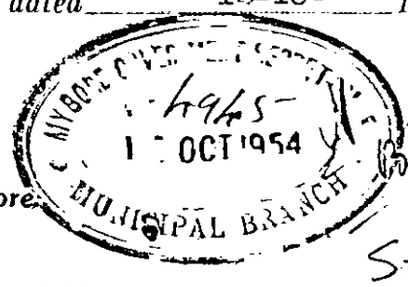
OFFICE OF THE ACCOUNTANT GENERAL,
MYSORE,

No 696/DH3

Bangalore, dated 12-10- *1954.*

From

The Accountant General, Mysore,
Bangalore.



To

The Asst. Secretary to Govt. of Mysore,
Local Self Govt. & Planning Departments,
Bangalore.

Sir,

Sub: Opening a current account in the name of the City Improvement Trust Board, Mysore, in the Bank of Mysore Ltd., Mysore.

With reference to your letter No. L.7132 dated 18-9-54 requesting to furnish the remarks of this office on the proposals of the Chairman City Improvement Trust Board, Mysore regarding the opening of a current account at the Bank of Mysore to facilitate the transactions of the Board I am to state as follows:-

2) It is stated that considerable inconvenience is caused to the contractors in having to get their cheques passed at the District Treasury, Mysore first and then to have them cashed at the Mysore Bank. But this procedure is common to all Departments.

3) It is also stated that there is delay in the receipt of information re: realisations of cheques as it has to be received through the District Treasury, Mysore and not directly from the Bank and that intimations of realisations are received once a month from the District Treasury through the Schedules of Receipts and payments. Evidently the Chairman has not been following the rule prescribed in Article 378 (2) of M.F.C. Volume I and getting his Pass book written up by the Treasury once a fortnight.

4) Article 381 of Mysore Financial Code Volume I requires that the balances of the fund should be deposited at the Mysore District Treasury and operated upon by the Chairman of the Board. If this rule is followed the question of letters of credit referred to by the Chairman does not arise at all.

5) In the circumstances stated above and on grounds of principle, the proposals of the Chairman may not be accepted.

6) The accounts of the Trust Board are subject to audit by the Controller of State Accounts. But that officer does not seem to have been consulted in the matter. If on consultation with him, Government feel that a relaxation from the general procedure is absolutely necessary in the case of the Trust Board, Mysore, they may on the

(4)

analogy of the concessions allowed to certain Municipalities (vide Article 378(2) of M.F.C. Volume I) allow the Chairman to have a current account at the Bank subject to his keeping a minimum balance in the main account at the District Treasury, Mysore which is to be fixed by Government with due regard to the transactions of the Board. But the Chairman should confine himself to the balance at his credit in the current account at the Bank and not insist upon any letters of credit being issued to facilitate overdrawals from the current account.

Yours faithfully

Govindasami

(P. Govindasami),
Asst. Accounts Officer.

Kmn.

(5)

No. A4 303/54-55,
Encl.

OFFICE OF THE CHAIRMAN,
CITY IMPROVEMENT TRUST BOARD,
POST BOX NO. 55, MYSORE.

Dated 12th Novr. 1954.

FROM

SRI S. LINGANNA,
Chairman, City Improvement Trust Board,
MYSORE.

TO

Sri G. Venkatakrishna Rao, B.Sc., (Hons), I.A.S.,
Secretary to the Government of Mysore.
Local Self-Government & Planning Departments,
BANGALORE.

SIR,

Subject : Opening a current account in the name of the Trust Board, Mysore, in the Bank of Mysore, Ltd., Mysore.

I write to invite kind reference to this office letter of even No. dated 28-8-1954 in the matter of opening a current account in the name of the City Improvement Trust Board, Mysore, in the Bank of Mysore, Ltd., Mysore, (Branch), for reasons set forth therein and request that orders of Government in this behalf may kindly be communicated at a very early date, as much inconvenience is being felt by the public as well as by this office, in effecting the transactions of the Board.

The matter may please be treated as very urgent.

Yours faithfully,

S. Linganna 12/11
Chairman.

DVS)

Appendix F.G.—1]

(6)

SUBJECT ..... Opening a current account in the name of the Trust Board, in the Bank of Mysore Ltd. Mysore

L 12340/4. 1. 55

Diary No. of letter replied to.....

Section I T B. 2.

File No. 11

Serial No. 24

Mysore Government Secretariat

( )

the *195*

4 cys

Date of issue.....

No.

To

The Chairman, C.I.T.B,

Mysore.

Signed by.....

Sir,

With reference to your letter No A 4 - C. 303 /54-55 d 26-8-54 on the above subject, I am directed to state as follows:—

(a) As regards the statement made re the inconvenience caused to the contractors in having to get their cheques passed at the Dist. Treasury, Mysore, first and then to have them cashed at the Mysore Bank,

List of enclosures.....

Copied by.....

DC 31

Examined by.....

(7)

it may be pointed out that
1. this procedure is common to all
departments.

(2) As regards the delay in the receipt of information regarding realisations of cheques as it has to be received through the District Treasury and not directly from the Banks etc, evidently the rule prescribed in Art 378(2) of M.T.C. Vol I and getting the Pass Book written up by the Treasury once a fortnight, is not being followed in the T.S. Office. This aspect is receiving & needful action taken.

(3) Art 381 of Mysore Financial code Vol I requires that the balances of the funds should be deposited at the Mysore Dist Treasury and operated upon by the Chairman of the Boards. If this rule is followed, the question of letters of credit referred to in your letter under reference does not arise at all.

(4) In these circumstances ~~and as Statutes of principles~~, I am to add that the proposal does not commend itself to Govt. ~~for~~ in your letter under ref.

Govt for keeping.

Recd 12341-2-fr. 1-58 and 3

cf/2 to 1) the A.G. with reference to this letter No. 696/D.H.3 dt 12-10-54 on the subject.
2) the Controller, S.A.D. with reference to this unofficial note No. 498/C.S.A.D dt 14-11-54

Vide thereon.

(8)

GOVERNMENT OF MYSORE

No. L 12340/95 B·70·54-2 Mysore Government Secretariat, Bangalore, dated. 24.1.1955.

FROM

THE SECRETARY TO THE GOVERNMENT OF MYSORE,
LOCAL SELF-GOVERNMENT DEPARTMENT.

To Education & s,

The Chairman,
City Improvement Trust Board,
MYSORE.

SIR,

Subject: Opening a current account in the name of the Trust Board, in the Bank of Mysore, Ltd., Mysore.

- - -

With reference to your letter No.A4.C.303/54-55 dated 26-8-1954 on the above subject, I am directed to state as follows:-

(a) As regards the statement made regarding the inconvenience caused to the contractors to get their cheques passed at the District Treasury, Mysore, first and then to have them cashed at the Mysore Bank, it may be pointed out that this procedure is common to all Departments.

(b) In regard to the delay in the receipt of information regarding realisations of cheques as it has to be received through the District Treasury, and not directly from the Bank etc., evidently the rule prescribed in Article 378(2) of Mysore Financial Code -Volume 1 and getting the pass book written up by the Treasury once a fortnight, is not being followed in the Trust Board office. This may be verified and needful action taken.

(c) Article 381 of Mysore Financial Code-Volume I requires that the balances of the fund should be deposited at the Mysore District Treasury and operated upon by the Chairman of the Board. If this rule is followed, the question of letters of credit referred to in your letter under reference does not arise at all.

P.T.O

(9)

In these circumstances, I am to add that the proposal in your letter under reply does not commend itself to Government.

Yours faithfully,

SD. B.M.Krishnan

Secretary to Government,
Education & L.S.G.Departments.

knr-4/28-12

Memo No.L. 12341-2 4.1.55

Copy of the above is forwarded to:-

1. The Accountant General, Mysore, Bangalore, with reference to his letter No.696/D.H.3 dated 12-10-1954 on the subject.

2. The Controller, State Accounts Department, Bangalore, with reference to his un-official Note No.498/C.S.A. dated 12/15-11-1954.

V.Hanumanthappa

(V.Hanumanthappa)
for Secretary to Government,
Education & L.S.G.Departments.

No. A4.C.303/54-55.

Encl.

(10)

OFFICE OF THE CHAIRMAN,
CITY IMPROVEMENT TRUST BOARD,
POST BOX NO. 55, MYSORE.

Dated...13th..Jan.....*1955*. .

FROM

SRI S. LINGANNA,
Chairman, City Improvement Trust Board,
MYSORE.

To

Sri..B.M.Krishnan,..B.A.,..I.A.S.,
Secretary to the Government of Mysore.
Education & *Local Self-Government* ~~&~~ *Departments,*
BANGALORE.

SIR,

Subject : Opening a current account in the name of the Trust Board in the Bank of Mysore Ltd., Mysore.

With reference to your letter No.L.12340/I.T.B.71-54-2 dated 4-1-1955 regarding the subject noted above, communicating orders of Government that the proposals made by this office are not commendable to Government for reasons set forth therein, I am to state as ~~follows~~ follows:-

In the rules contained in Art.378(2) of the Mysore Financial Code, Vol.I, the City Municipality, Mysore, and town Municipalities of Tumkur and Kolar only are permitted to have their balances at the Bank of Mysore subject to keeping the minimum balances as noted against them, at the respective treasuries. No mention of City Improvement Trust Board, Mysore, seem to have been made in this rule, viz., 378(2) regarding the pass books.

The fact that it was an uphill task to get the Treasury Pass book written upto-date and get back the book from the District Treasury, Mysore, has been reported to Government, Revenue Commissioner, and the Deputy Commissioner, Mysore, several times. Incidentally, the system of writing up the Pass books was suspended and in its place the system of monthly schedules of receipts and payments have been introduced with effect from 1-1-1954. Formerly, the pass book would not be received even once for two or three months in spite of several reminders. The present schedule of receipts and payments too is received once a month. Till then, the Board will have no information about the incorporation of the cheques and

P.T.O.

other recipts in the Treasury accounts tendered through the Bank of Mysore. Thus there is a great handicap for the normal work of the Board. Unless the schedule is received promptly and regularly at least once a fortnight, the receipts and payments cannot be checked and the final accounts of the Board cannot be compiled, so much so, the budgetted receipts as anticipated could not be realised well in time. Unless and until the cheques tendered by the parties are realised and credited to the accounts of the City Improvement Trust Funds, the parties could not be endorsed in the matter. When the receipt of the schedule is delayed, naturally, the work of this office too is delayed. Hence in view of the altered circumstances of the present day conditions, it is but necessary that the Board is given this facility to have an account in the Bank of Mysore.

The point is more stressed by quoting an instance where the Board has suffered a loss to the extent of Rs.1800/- The facts of the case have already been reported to Government in this office No. A4.C.35/53-54 dated 21-10-1954 and orders thereon are awaited. According to the facts of the case, a cheque for Rs.1800/- was tendered to this office on 17-3-1952 by one Sri M.B.Boriah, towards part value of model house in Ittigegud. This was not at all adjusted to the funds of the Board till the question was taken up in right earnest during July 54. After a lengthy correspondence, the District Treasury informed this office, that the cheque in question was realised and on this authority, this office issued a title deed for the property to the party Sri M.B. Boriah. After a lapse of 1½ years, the District Treasury wrote to this office whether the cheque of Sri Boriah for Rs.1800/- was returned to him with the bank objection. Tillnow, the said cheque has not been adjusted to the credit of the Board nor has it been traced. Thus the Board is put to a loss to the tune of Rs.1800/- plus interest from 17-3-1952. In the meanwhile, the party has alienated the property and has absconded. The matter is under correspondence with Government. Separate action has been taken in the matter of recovering the amount and a suit has also been filed by the Board as per Trust Board resolution No.202 dated 29-9-1954. Still the possibility of realising the amount is very remote. Had the Board been given the facilities of

kindly be re-considered and suitable orders issued, duly amending the article 381 of Mysore Financial Code. Vol.I, at an early date.

Yours faithfully,

S. Linganna. 13/1

(S.Linganna)
Chairman.

DVS)

S. Linganna,
Chairman.

City Improvement Trust Board,
Post Box No. 55, Mysore.

D. O. No. A4.C.303/54-55. Dated 13th January 1955.

Encl: One.

Dear Sir,

Re: Opening of a current account in the name of the Trust Board, Mysore, in the Bank of Mysore Ltd., Mysore.

I write to enclose herewith, for kind perusal, a copy of my letter of even No. and date addressed to the Secretary to Government, Education and L.S.G. Departments, re: the subject noted above. I request that orders of Government communicated in letter No. L.12340/ITB.71-54-2 dated 4-1-1955 may kindly be re-considered and the Board permitted to have an account in the Bank of Mysore, in view of the facts stated in the letter referred to above.

I request the favour of very early orders of Government.

Yours sincerely,

S. Linganna.
13/1

Sri T.Channiah, B.Sc.,
Minister for Public Health and L.S.G,
Government of Mysore, Bangalore-1.

(15)

A4.C.303/54-55.
Encl.

OFFICE OF THE CHAIRMAN,
CITY IMPROVEMENT TRUST BOARD,
POST BOX NO. 55, MYSORE.

Dated 13th Jan. .....195.

FROM

SRI S. LINGANNA,
Chairman, City Improvement Trust Board,
MYSORE.

To

Sri B.M.Krishnan, B.A., I.A.S.,
Secretary to the Government of Mysore.
Education & *Local Self-Government* Departments,
BANGALORE.

SIR,

Subject : Opening a current account in the name of the Trust Board in the Bank of Mysore Ltd., Mysore.

With reference to your letter No.L.12340/I.T.B.71-54-2 dated 4-1-1955 regarding the subject noted above, communicating orders of Government that the proposals made by this office are not commendable to Government for reasons set forth therein, I am to state as follows:-

In the rules contained in Art.378(2) of the Mysore Financial Code, Vol.I, the City Municipality, Mysore, and town Municipalities of Tumkur and Kolar only are permitted to have their balances at the Bank of Mysore subject to keeping the minimum balances as noted against them, at the respective treasuries. No mention of City Improvement Trust Board, Mysore, seem to have been made in this rule, viz., 378(2) regarding the pass books.

The fact that it was an uphill task to get the Treasury Pass book written upto date and get back the book from the District Treasury, Mysore, has been reported to Government, Revenue Commissioner, and the Deputy Commissioner, Mysore, several times. Incidentally, the system of writing up the Pass books was suspended and in its place the system of monthly schedules of receipts and payments have been introduced with effect from 1-1-1954. Formerly, the pass book would not be received even once for two or three months in spite of several reminders. The present schedule of receipts and payments too is received once a month. Till then, the Board will have no information about the incorporation of the cheques and

P.T.O.

other recipts in the Treasury accounts tendered through the Bank of Mysore. Thus there is a great handicap for the normal work of the Board. Unless the schedule is received promptly and regularly at least once a fortnight, the receipts and payments cannot be checked and the final accounts of the Board cannot be compiled, so much so, the budgetted receipts as anticipated could not be realised well in time. Unless and until the cheques tendered by the parties are realised and credited to the accounts of the City Improvement Trust Funds, the parties could not be endorsed in the matter. When the receipt of the schedule is delayed, naturally, the work of this office too is delayed. Hence in view of the altered circumstances of the present day conditions, it is but necessary that the Board is given this facility to have an account in the Bank of Mysore.

The point is more stressed by quoting an instance where the Board has suffered a loss to the extent of Rs.1800/- The facts of the case have already been reported to Government in this office No. A4.C.35/53-54 dated 21-10-1954 and orders thereon are awaited. According to the facts of the case, a cheque for Rs.1800/- was tendered to this office on 17-3-1952 by one Sri M.B.Boriah, towards part value of model house in Ittigegud. This was not at all adjusted to the funds of the Board till the question was taken up in right earnest during July 54. After a lengthy correspondence, the District Treasury informed this office, that the cheque in question was realised and on this authority, this office issued a title deed for the property to the party Sri M.B. Boriah. After a lapse of 1½ years, the District Treasury wrote to this office whether the cheque of Sri Boriah for Rs.1800/- was returned to him with the bank objection. Tillnow, the said cheque has not been adjusted to the credit of the Board nor has it been traced. Thus the Board is put to a loss to the tune of Rs.1800/- plus interest from 17-3-1952. In the meanwhile, the party has alienated the property and has absconded. The matter is under correspondence with Government. Separate action has been taken in the matter of recovering the amount and a suit has also been filed by the Board as per Trust Board resolution No.202 dated 29-9-1954. Still the possibility of realising the amount is very remote. Had the Board been given the facilities of

facilities of having an account in the Bank, such occurances would not have happened and the Board could not have suffered such a loss.

The proposals now submitted were only after the experience gained by this office ∅ in the above transaction and with a view to save Government and the Board from such losses, as the cheques tendered by the parties would be adjusted then and there direct to the accounts of the Board in the Bank and intimations received direct, the very next day of remittance.

In Art.378(3), the Davanagere Municipality has been permitted to have a current account in the Bank of Mysore, in order to arrange payments outside the State. This Board too is considered as a Local body as its accounts are operated upon by means of a separate fund, apart from the general revenues. There are several instances where payments outside the state have to be arranged for, for supplies made or services rendered. The Board may be permitted to have an account in the Bank of Mysore, on the analogy of the Davanagere Municipality and City Municipality Mysore, as there will be sufficient balance in the District Treasury at the credit of the Board.

As regards Art.381 of the Financial Code, Vol.I, the rules laid down ∅ therein are rigidly followed by the Board. But in view of the above circumstances as also to save delay in the despatch of Government work and also losses of the kind, the proposals made by this office may kindly be sanctioned, after amending the provisions contained in Art.381 of M.F.C. suitably, so as to suit the present day conditions and circumstances, with the changed procedure of transfer of Treasury work to the Bank of Mysore.

In view of the foregoing facts, the matter may kindly be

(12)

kindly be re-considered and suitable orders issued, duly amending the article 381 of Mysore Financial Code. Vol.I, at an early date.

Yours faithfully,

Sd/-

(S.Linganna)
Chairman.

DVS)

"Copy"

S. Linganna.
Chairman. 13/1

Appendix F.G.—1]

SUBJECT ..... Opening of a current account in the Bank of Mysore, Hyderabad, in the Bank of Mysore

Diary No. of letter replied to ..... 2 Nil

Section GGB.

File No. 71-54

Serial No. 3

Mysore Government Secretariat

( )

the *195* .

No. L 1122 / 25-4-55

To The Controller, S.A.D.

Date of issue .....

Signed by .....

Sir,

I am directed to invite reference to your unofficial note No 819/C.S.A. Dated 18/8/55 on the above subject, and to state ~~the A.G. has expressed~~ that the A.G. has among other things stated as follows:—

Please type here from 6 of letter of 12-10-54 (Page 3)

I am to request you to furnish your definite opinion on the fixation of minimum that has to be maintained in the District Treasury, if the

List of enclosures .....

Copied by .....

Examined by .....

(20)

request of the Board is conceded.

This may kindly be treated as extremely urgent and a reply sent within a week, as the question is pending for a long time - and orders have to be passed early

Y.7.

Asstt Secy

Y.22

Sec
22/4

d 1122/9713 71-54-3

Mysore Government (21)
xxxxxxxxxxxxxx
25-4-55

Education &

The Controller,
State Accounts Department,
Bangalore.

Subject: Opening of a cur ent account in the name of the Mysore Trust Board, Mysore, in the Bank of Mys ore.

- - -

I am directed to invite reference to your un-official Note No.819/CS. dated 18-3-55 on the above subject, and to state that the Accountant General has among other things stated as follows:-

"The accounts of the Trust Board are subject to audit by the Controller of State Accounts. But the officer does not seem to have been consulted in the matter. If on consultation with h m, Government feel that a relaxation from the General procedure is absolutely necessary in the case of the Trust Board, Mysore, they may on the analogy of the concessions allowed to certain municipalities (vide Article 378(2) of M.F.C.Volue 1) allow the Chairman to have a current account at the Bank subject to his keeping a minimum balance in the main account at the District Treasury, Mysore, which is to be fixed by Government with due regard to the transactions of the Board. But the Chairman, should confine himself to the balance at his credit in the current account at the Bank and not insist upon any letters of credit being issued to facilitate overdrawals from the current account."

I am to request you to furnish your definite opinion on the fixation of minimum that has to be maintained in the District Treasury if the request of the Board is conceded.

This may kindly be treated as extremely urgent and a reply sent within a week, as the questions is pending for a long time and orders have to be passed early.

Yours faithfully,

(V.Hanumanthappa)
for Secretary to Government,
Education & L.S.G.Departments.

knr-2/22.4

GDS 71-54 4

C. No. 45]

GOVERNMENT OF MYSORE

(22)

Telegram / phone

OFFICE OF
Controller,
State Accounts Department,
BANGALORE.

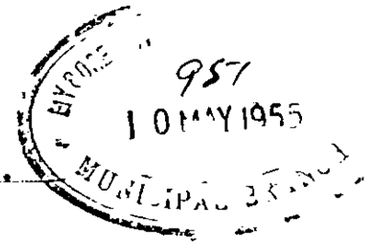
No. 84/CSA
Encls.

Date 3rd May 1955

5

To

The Secretary to Government,
Education and Local Self Government Departments, Bangalore.



Sir,

Sub:- Opening of a current account in the name of the Mysore Trust Board, Mysore, in the Bank of Mysore, Ltd.

With reference to your letter No.L.1122/ITB.71-54-3 dated 25- -1955, on the subject cited above, I write to state as follows:- ITB. 71-54.-4

The last paragraph of letter No.696/DA.3 dated 12-10-1954 addressed to you by the Accountant General, Mysore, Bangalore, extracted in your letter dated 25-4-1955 under reply, does not appear to have taken into account the facts brought to the notice of Government in para 2 of this office Un-official reply No.819/CSA dated 18-3-1955 viz., that in the case of the transactions of the Trust Board with the Government Treasuries the schedules will be received here in this office every month and checked, where as in the case of the Bank Accounts of the Board (when permitted) no schedules will be received in this office from the Bank normally and hence there will be no scope for checking the bank transactions of the Trust Board in this office. The views of the Accountant General, Mysore, Bangalore, may perhaps be obtained again in the light of the remarks contained in this office Un-official reply dated 18-3-1955, before taking a final decision in the matter.

The balances of the City Improvement Trust Board, Mysore, during the years 1953-54 and 1954-55 were ranging between Rs.7 lakhs and Rs.12 lakhs. If the request of the Board is conceded, the effect will be to transfer a sum of Rs.10/- lakhs, roughly and on an average, which at present forms part of the General

cash balance of the State (Treasury transactions) to the Bank of Mysore Ltd.

If, however, Government consider it necessary to permit the City Improvement Trust Board, Mysore to open a current account with the local branch of the Bank of Mysore, Ltd., the Bank will have to forward a copy of the daily sheet showing the receipts and payments on account of the Trust Board, to this office also. The minimum balance to be kept in the Treasury may be fixed at Rs.5000/-, on the analogy of the Mysore City Municipality vide Article 378(2) of the Mysore Financial Code, Volume I.

Yours faithfully,

(H. RAMA RAO URS)
CONTROLLER.

M. G S. App. F. G. 3]

MYSORE GOVERNMENT

SECRETARIAT.

(*Continuation sheet draft form*).

L 29987/1866-53

FTB. 71. 54 — 5

(20)

To

The General Manager

The Bank of Mysore Ltd

Bangalore

Sir,

Subject:— Opening a current a/c. in the name of the Trust Board Mysore in the Bank of Mysore Ltd Mysore.

I am directed to request you to intimate whether the Bank authorities will forward a copy of the daily Statement showing the receipts on account of the T.B and payments to the Cashier in Mysore Bangalore Secretariat A/c Dept, in case the City Improvement Trust Board Mysore is permitted to open a current account with the Mysore local branch of the Bank.

Yours faithfully

for Secy Education Dept

L 29988/1866-53

Dy/C

3/11/53

Copy to the Chairman M.T.B

Retains

I am directed to state that the C.I.T.B, Mysore, proposes to open a current account in the name of the Board in the Bank of Mysore, to facilitate transmission of the Board.

WD 04860—GPI —40,000—22-1-54

Dt 18-6-53

L 2985/976 51-54-5

(28)

The
Education & L.S.G.Departments

The General Manager,
Bank of Mysore, Ltd.,
Bangalore-1

Sir,

Subject: Opening of a current account in the name of the Trust Board, Mysore in the Bank of Mysore, Limited, Mysore.

-:-

I am directed to state that the City Improvement Trust Board, Mysore, propose to open a current account in the name of the Board in the Bank of Mysore, to facilitate transactions of the Board. I am to request you to intimate whether the Bank authorities will forward a copy of the daily statement showing the receipts and payments on account of the Trust Board to the Controller, State Accounts Department in Mysore, Bangalore, in case the City Improvement Trust Board, Mysore, is permitted to open a current account with the Mysore Branch of the Bank.

Yours faithfully,
SD /

(V.Hanumanthappa)
for Secretary to Government,
Education & L.S.G.Departments.

Memo No. L Edn 23/13.6 2985/18 6 -53

Copy of the above is forwarded to the Chairman, City Improvement Trust Board, Mysore, for information.

7526

(V.Hanumanthappa)
for Secretary to Government,
Education & L.S.G.Departments.

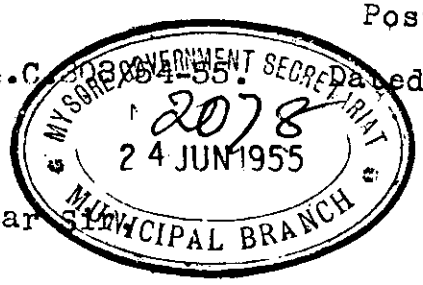
S/cR

(26)

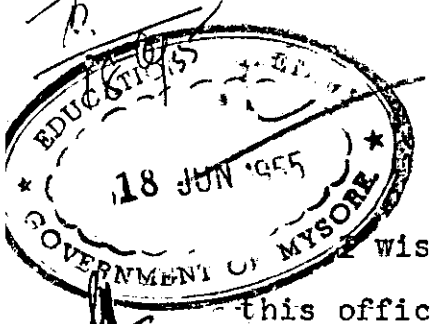
S. Lingaanna,
Chairman.

City Improvement Trust Board,
Post Box No. 55, Mysore.

D O No.A4.C.S.B.364-55. Dated 17th June 1955.



Dear Sir,



Re: Opening of a current account in the name of the City Improvement Trust Board, Mysore, in the Bank of Mysore, Ltd., Mysore Branch.

I wish to invite your kind reference to this office letter of even No. dated 13-1-1955 requesting kind sanction of Government in the circumstances set forth therein, and requesting reconsideration of the orders passed in the matter.

In this connection, I may incidentally state that you were kind enough to inform me, when I had been to Bangalore during March 55, that the proposal had been approved and that orders of Government would issue shortly.

Hence I request you to be so good as to

P.T.O.

communicate orders of Government at an early date.

Yours sincerely,

S. Lingamma.
17/6.

Sri B.M.Krishnan, B.A.,I.A.S.,
The Secretary to Government,
Education and Local-Self
Government Departments,
BANGALORE.

JV)

GFD-71-584-6

THE BANK OF MYSORE LTD.

(INCORPORATED IN MYSORE STATE, LIABILITY OF MEMBERS IS LIMITED)

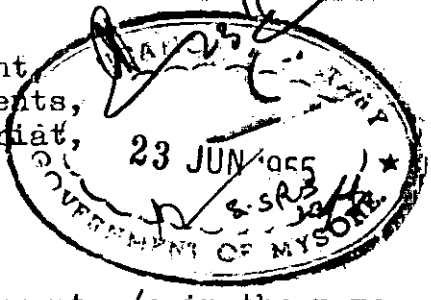
CENTRAL OFFICE

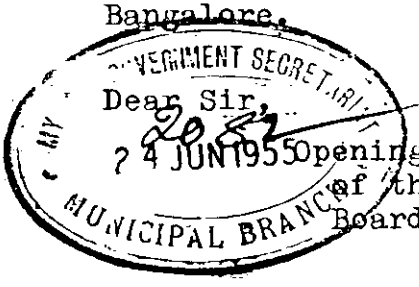
(27)

TELEGRAPHIC ADDRESS "MYSOREBANK"
TELEPHONE NO. 2228
PLEASE QUOTE THIS REFERENCE INS/ 7317 POST BOX NO. 37

BANGALORE 22nd June 55.

The Secretary to Government,
Education & L.S.G.Departments,
Mysore Government Secretariat,
Bangalore.





Dear Sir,

20422
24 JUN1955

Opening of a current a/c in the name of the City Improvement Trust Board, Mysore with our Mysore Br.

With reference to ybur letter No. L/2987/ITB.71-54-5 dated the 18th instant, we are agreeable to open a current account with our Mysore Branch in the name of the City Improvement Trust Board and forward the daily statement of account to the Controller, State Accounts Department in Mysore, Bangalore.

Yours faithfully,

Manager.

S.

I. G. S. App. F VI—G. 2]

SUBJECT..... .....

.....

.....

Diary No. of letter replied to.....

Mysore Government Secretariat

( )

the *195*

Date of issue.....195

Signed by.....

May this be—
(i) printed ?
(ii) treated as a Standing Order ?
(iii) published in the Gazette, English Part ?
(iv) translated ?
(v) placed at the disposal of the Press ?
(vi) published in the Gazette, Kannada Part ?

Section ITB
Serial No. 71-54
File No. 7

Proceedings of the Government of Mysore

Read (1) Correspondence ending with letter No. Agl. C. 303/54-55 dated 17-6-55 from the Chairman Cauvery D.T.B. Mysore requesting sanction of Govt. to open a current A/c. in the name of the Forest Branch in the Bank of Mysore Ltd Mysore

(2) Letter No. 696/D.H3 dated 12/10/54 from the A.G. furnishing his remarks on the subject.

(3) Letter No. 874/CSH dated 3/5-5-55 from the

6.S.A.D. Bangalore in the
Matter
Order no. -L- 8477-79.
IIB 31-54-) dated 11-10-55
... The Funds of the City
D.T.B. Mysore Generally
Comprise of the Grant- and
Loans Granted by the Govt.
and the amount realised
by the Sale of Site &c. The
balance at the credit of
the Fund forms part of
the Govt. Cash & balance
as the transactions of the
Fund appear in the Govt.
A/c. as deposits from Local
Bodies. Under the agreement
entered into with the R.B.D.

List of Enclosures.

Copied by

Examined by

WD[03540—GPB—40,000—13-8-53

M.-G. S. App. F. G. 3.

MYSORE GOVERNMENT

SECRETARIAT

(*Continuation sheet draft form*).

on their appointment as State Bankers, Govt. cannot permit the balance being placed in deposit in any other account other than the Govt. either with the Rsv. B. as their Agent Bank, except under the specific approval of the Rsv. B. At Mysore the Bank of Mysore ~~at~~ are functioning as Agents of the Rsv. B. The Trust Board will have therefore to carry on their transactions through the Agent Bank under Govt. A/c. and follow the procedure laid down in article ~~380~~ 381 of M.F.C. Vol. I. Govt. therefore consider

WD 03546—GPB—10,000 —14-8-53

31

Hal- it is not desirable
to permit the Trust Board
to keep a portion of its
balance outside the Govt.
A/c with the Branch of the Mysore
Mysore, ~~Mysore~~

Sd/-

Sd/- for Secretary to Govt. of K.S.G.M.E.R.L.

1. The Chairman, Bldg, B.T.B. Mysore.
2. " Controller (C.S.A.D.)
3. " A.G.
4) Copy to Resource section
(Budget Branch)

PROCEEDINGS OF THE GOVERNMENT OF MYSORE.

-0-

READ:-

1. Correspondence ending with letter No.A4.C.303/54-55 dated 17-6-1955, from the Chairman, City Improvement Trust Board, Mysore, requesting sanction of Government to open a current account in the name of the Trust Board in the Bank of Mysore, Ltd., Mysore.

2. Letter No.696/D.H.3 dated 12-10-54, from the Accountant General, Mysore, Bangalore, furnishing his remarks on the subject.

3. Letter No. 84/C.S.A. dated 3/5-5-1955, from the Controller, State Accounts Department, Bangalore, in the matter.

***

ORDER NO. L. 8477-79 / ITD 71-54-7

DATED, BANGALORE, THE 11 OCTOBER 1955.

The Funds of the City Improvement Trust Board, Mysore, generally comprise of the grant and Loan granted by the Government and the amount realised by the sale of the sites etc. The balance at the credit of the fund forms part of the Government Cash balance as the transactions of the fund appear in the Government Account as deposits from Local Bodies. Under the agreement entered into with the Reserve Bank of India on their appointment as State Bankers, Government cannot permit its balance being placed in deposit in any other account other than the Government either with the Reserve Bank of India as their Agent Bank, except under the specific approval of the Reserve Bank of India. At Mysore the Bank of Mysore are functioning as Agents of the Reserve Bank of India. The Trust Board will have therefore to carry on their transactions through the Agent Bank under Government Account and follow the procedure laid down in Article 381 of Mysore Financial Code, Volume I. Government, therefore, consider that it is not desirable to permit the Trust Board to keep portion of its balance outside the Government Account with the Branch of the Mysore Bank, Mysore.

(V.Hanumanthappa)
For Secretary to Government,
Education & L.S.G.Departments.

TO

The Chairman, City Improvement Trust Board, Mysore.
The Controller, State Accounts Department, Bangalore.
The Accountant General, Mysore, Bangalore.

Copy to: Resource Section (BUDGET BRANCH)

RGH.9/8.10.

PROCEEDINGS OF THE GOVERNMENT OF MYSORE.

-0-

READ:-

1. Correspondence ending with Letter No.A4.C.303/54-55 dated 17-6-1955, from the Chairman, City Improvement Trust Board, Mysore, requesting sanction of Government to open a current account in the name of the Trust Board in the Bank of Mysore, Ltd., Mysore.

2. Letter No.696/D.H.3 dated 12-10-54, from the Accountant General, Mysore, Bangalore, furnishing his remarks on the subject.

3. Letter No. 84/C.S.A. dated 3/5-5-1955, from the Controller, State Accounts Department, Bangalore, in the matter.

and

ORDER NO. L. 8477 - 79/ITB-11-54-9

DATED, BANGALORE, THE 11 OCTOBER 1955.

The Funds of the City Improvement Trust Board, Mysore, generally comprise of the grant and loan granted by the Government and the amount realised by the sale of the sites etc. The balance at the credit of the fund forms part of the Government Cash balance as the transactions of the fund appear in the Government Account as deposits from Local Bodies. Under the agreement entered into with the Reserve Bank of India on their appointment as State Bankers, Government cannot permit its balance being placed in deposit in any other account other than the Government either with the Reserve Bank of India as their Agent Bank, except under the specific approval of the Reserve Bank of India. At Mysore the Bank of Mysore are functioning as Agents of the Reserve Bank of India. The Trust Board will have therefore to carry on their transactions through the Agent Bank under Government Account and follow the procedure laid down in Article 381 of Mysore Financial Code, Volume I. Government, therefore, consider that it is not desirable to permit the Trust Board to keep a portion of its balance outside the Government Account with the Branch of the Mysore Bank, Mysore.

(V.Hanumanthappa)
For Secretary to Government,
Education & L.S.G.Departments.

TO

The Chairman, City Improvement Trust Board, Mysore.
The Controller, State Accounts Department, Bangalore.
The Accountant General, Mysore, Bangalore.

Copy to: Resource Section (BUDGET BRANCH)

HGH.9/8.10.